

Lancashire County Pension Fund
Fund Account - Year ending 31 March 2023

	PRIOR YEAR ACTUAL Year ended 31 March 2022 £'000	BUDGET Year ending 31 March 2023 £'000	ACTUAL Year ending 31 March 2023 £'000	FORECAST at Q3 Year ending 31 March 2023 £'000	FORECAST VARIANCE Year ending 31 March 2023 £'000	FORECAST VARIANCE Year ending 31 March 2023 % of budget	BUDGET VARIANCE Year ending 31 March 2023 £'000	BUDGET VARIANCE Year ending 31 March 2023 % of budget
INCOME								
Contributions Receivable								
<u>From Employers</u>								
Future service rate contributions	(86,912)	(85,202)	(91,195)	(91,791)	596	0.6%	(5,993)	(7.0%)
Deficit recovery contributions	(5,005)	(5,428)	(6,237)	(6,373)	136	2.1%	(809)	(14.9%)
Pension strain / augmented pensions	(1,879)	(4,534)	(1,623)	(3,088)	1,464	47.4%	2,911	64.2%
From Employees	(67,656)	(69,082)	(73,413)	(74,505)	1,092	1.5%	(4,331)	(6.3%)
Total contributions receivable	(161,452)	(164,246)	(172,468)	(175,756)	3,288	1.9%	(8,222)	5.0%
Transfers in	(15,860)	(13,180)	(17,194)	(15,978)	(1,216)	(7.1%)	(4,014)	(30.5%)
Total Investment Income	(203,275)	(209,564)	(198,954)	(209,564)	10,610	5.3%	10,610	5.1%
TOTAL INCOME	(380,587)	(386,990)	(388,616)	(401,299)	12,683	3.3%	(1,626)	(0.4%)
EXPENDITURE								
Benefits Payable								
Pensions	252,862	259,774	266,123	265,196	927	0.3%	6,349	2.4%
Lump Sum Benefits	53,442	49,731	47,956	51,336	(3,380)	(7.0%)	(1,775)	(3.6%)
Total benefits payable	306,305	309,504	314,079	316,532	(2,453)	(0.8%)	4,574	1.5%
Transfers out	13,422	15,673	18,165	16,429	1,735	9.6%	2,492	15.9%
Refund of Contributions	849	872	749	1,046	(297)	(39.7%)	(124)	(14.2%)
Fund administrative expenses								
<u>Administrative and processing expenses:</u>								
Total administrative expenses (includes LPP expenses)	4,128	4,368	4,190	4,460	(269)	(6.4%)	(177)	(4.1%)
Total administrative expenses	4,128	4,368	4,190	4,460	92	2.2%	(177)	(4.1%)
Investment management expenses								
<u>Investment management fees:</u>								
LPP directly invoiced investment management fees	790	820	560	571	(11)	(1.9%)	(260)	(31.7%)
DIRECTLY INVOICED non LPP investment management fees - direct holdings	179	190	172	187	(15)	(9.0%)	(18)	(9.5%)
Investment management fees on pooled investments	161,425	150,000	80,755	125,000	(44,245)	(54.8%)	(69,244)	(46.2%)
Custody fees	40	75	64	52	11	17.7%	(11)	(15.3%)
Commission, agents charges and withholding tax	571	2,043	3,434	2,043	1,391	40.5%	1,391	68.1%
Property expenses	2,918	1,360	3,610	3,410	200	5.5%	2,250	165.4%
Total investment management expenses	165,980	154,488	88,595	131,263	(42,669)	(48.2%)	(65,893)	(42.7%)
Oversight and Governance expenses								
Performance measurement fees (including Panel)	120	84	113	90	22	20.0%	28	33.8%
Lancashire Local Pensions Board	7	12	9	12	(3)	(31.0%)	(3)	(23.6%)
Other advisory fees (including abortive fees)	70	100	113	140	(27)	(24.4%)	13	12.5%
Actuarial fees	197	300	368	300	68	18.5%	68	22.7%
Audit fees	27	26	40	37	3	8.4%	14	55.4%
Legal & professional fees	77	130	148	140	8	5.2%	18	13.6%
LCC staff recharges	930	1,067	962	964	(2)	(0.2%)	(105)	(9.8%)
Write offs		150	53	150	(97)	(181.5%)	(97)	(64.5%)
Bank charges	5	4	7	4	3	46.5%	3	86.8%
Total oversight and governance expenses	1,375	1,873	1,813	1,837	(24)	(1.3%)	(60)	(3.2%)
TOTAL EXPENDITURE	492,059	486,778	427,590	471,568	(43,978)	(10.3%)	(59,188)	(12.2%)
MONEY TO BE AVAILABLE FOR (OR WITHDRAWN FROM)								
INVESTMENT BEFORE REALISED AND UNREALISED PROFITS								
AND LOSSES ON INVESTMENTS								
	111,473	99,788	38,974	70,269	(31,295)	(80.3%)	(60,814)	(60.9%)